

APPLICATION FOR PERMIT
TO APPROPRIATE THE PUBLIC WATERS OF THE STATE OF NEVADA

Date of filing in State Engineer's Office SEP 14 1998
Returned to applicant for correction OCT 02 1998
Corrected application filed NOV 12 1998
Map filed NOV 13 1998

The applicant **Sierra One, Inc.** **R. Elliott, President**, hereby makes application for permission to appropriate the public waters of the State of Nevada, as hereinafter stated.

1. The source of the proposed appropriation is **Underground**
2. The amount of water applied for is **0.5 cfs (Not to exceed 6 Ac.feet)** second-feet
 - (a) If stored in reservoir give number of acre-feet **N/A**
3. The water to be used for **domestic and commercial**
4. If use is for:
 - (a) Irrigation, state number of acres to be irrigated **N/A**
 - (b) Stockwater, state number and kinds of animals to be watered
 - (c) Other use (describe fully under No. 12. "Remarks") **N/A**
 - (d) Power:
 - (1) Horsepower developed **N/A**
 - (2) Point of return of water to stream **N/A**
5. The water is to be diverted from its source at the following point **within the NE¼ of the NE¼ of Section 5. T.23N., R18E., M.D.B.&M., or at a point from which the NE Corner of Section 5 bears N.39°58'09"E a distance of 1,596.25 feet.**
6. Place of Use **A portion of the NE¼ Section 5, T.23N., R.18E., M.D.B.&M.**
7. Use will begin about **Jan. 1**, and end about **Dec. 31** of each year.
8. Description of proposed works **Drilled Well Pump and Motor**
9. Estimated cost of works **\$25,000.00**
10. Estimated time required to construct works **(Well completed.) Well within 6" diam. casing, 140-ft. in. depth, 3 stage pump, 5 horse motor, no water meter yet-to be installed**
11. Estimated time required to complete the application of water to beneficial use **3 years**
12. Remarks: **Domestic use and commercial nursery stock.**

By **R. Elliott**
s/R. Elliott President
#5 Saddle Lane
Reno, NV 89506

Compared dl/cms

Protested _____

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit is issued subject to existing rights. It is understood that the amount of water herein granted is only a temporary allowance and that the final water right obtained under this permit will be dependent upon the amount of water actually placed to beneficial use. It is also understood that this right must allow for a reasonable lowering of the static water level. This well shall be equipped with a two (2) inch opening for measuring depth to water. If the well is flowing, a valve must be installed and maintained to prevent waste. A totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of water begins, or before the Proof of Completion of Work is filed. This source is located within an area designated by the State Engineer, pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

This permit is issued under the provisions of NRS 534.120(2) as a preferred use.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 0.5 cubic feet per second, but not to exceed 6.0 acre-feet annually.

Work must be prosecuted with reasonable diligence and be completed on or before:

May 6, 2000

Proof of completion of work shall be filed before:

June 6, 2000

Application of water to beneficial use shall be filed on or before:

May 6, 2002

Proof of the application of water to beneficial use shall be filed on or before:

June 6, 2002

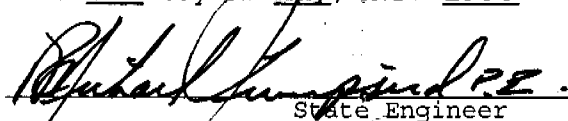
Map in support of proof of beneficial use shall be filed on or before:

N/A

IN TESTIMONY WHEREOF, I, R. MICHAEL TURNIPSEED, P.E.,

State Engineer of Nevada, have hereunto set
my hand and the seal of my office,

this 6th day of May, A.D. 1999


State Engineer

Completion of work filed

APR 10 2000

Proof of beneficial use filed

Cultural map filed

Certificate No.

Issued